

ITB 67-0542

25 AUG 1967

DD/S 67-4433

MEMORANDUM FOR: Executive Director-Comptroller

SUBJECT: DD/S Approval of Liquidation Plans -

REFERENCE: Memo dated 18 August 1967 to D/PPB from
ExDir-Compt, same subject

1. Pursuant to referent instruction, I have examined carefully the current practice and proposed regulatory provisions regarding liquidation plans. You will recall that the Inspector General survey identified a variety of problem areas, including issues on liquidation procedures, and regulatory provisions are being coordinated which will properly tighten up on past practices.

2. The present interim procedure and the new handbook now in coordination, in which both O/PPB and the DD/S made inputs, require the following:

Authentication - The joint approval of the Deputy Director having jurisdiction over the project and the Deputy Director for Support (or their designees) are required for establishment, termination, deactivation or reactivation of an instrumentality. Additionally, all administrative plans, fiscal annexes and liquidation plans and amendments thereto, including specific deviations because of unforeseen or emergency conditions require the same approval.

Coordination - Coordination by working-level functional specialties are required as follows. Designated representatives of the General Counsel, the Director of Planning, Programming, and Budgeting, the Director of Finance, and the Chief, Central Cover Staff, constitute the basic working-level to assist and counsel operating components in the preparation of administrative plans, fiscal annexes and liquidation plans. The assistance and counsel of other support offices should be sought when their functional responsibility is involved.

3. The foregoing provides the kind of careful protection and coordination that I believe are required for good management in these

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matters. I have made it clear to Bob Bannerman that in this instance O/PPB will be supporting him in his role as approval officer for liquidation plans and that I could not concur in any erosion of the O/PPB role that may be proposed by other components in the process of Agency coordination of this regulatory provision. Bureaucratically, I believe the regulatory provision should state that both the General Counsel and the Director/PPB should not only coordinate but personally concur in administrative and liquidation plans before the DD/S signs off, and where either differs with a DD/S derived position, the matter should be called to the attention of the Executive Director-Comptroller for resolution. However, I'm certain that Bob Bannerman will execute the instruction this way in any event.

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4. With respect to the paper you approved on this was not a liquidation plan. You approved in principle that the WUSOLID

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liquidation plan now in circulation for coordination will be signed by the DD/S under the procedures set forth in paragraph 2. above.

(Signed) John M. Clarke

John M. Clarke
Director of Planning,
Programming, and Budgeting

✓ cc: DD/S